

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6791

BILL NUMBER: HB 1129

DATE PREPARED: Dec 17, 2001

BILL AMENDED:

SUBJECT: Wine Delivery and Grocery Stores.

FISCAL ANALYST: John Parkey

PHONE NUMBER: 232-9854

FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill allows a grocery store to receive a liquor dealer's permit. The bill permits a drug store or a grocery store to sell any item that is not an alcoholic beverage through a window. It also allows a wine dealer to deliver any amount of wine to a customer.

Effective Date: July 1, 2002.

Explanation of State Expenditures: This bill could have minor administrative impact on the Alcohol and Tobacco Commission (ATC). Any impact is expected to be absorbed using existing staff and resources.

Explanation of State Revenues: Allowing grocery stores to obtain a liquor dealer's permit could increase state revenue. Based on data from the ATC, there are approximately 1,300 grocery stores that currently have a permit to sell beer and wine. If *all* of the grocery stores that currently have this permit choose to obtain the \$250 liquor permit, revenue to the state Excise Fund could increase by as much as \$325,000 annually. Since one-third of the revenue deposited in the Excise Fund is distributed to the state General Fund, the bill could increase state General Fund revenue by as much as **\$108,000**.

Explanation of Local Expenditures:

Explanation of Local Revenues: Two-thirds of the revenue distributed to the Excise Fund is distributed to cities, towns, and counties based on where a permittee is located. If all of the grocery stores that currently have a beer and wine permit choose to obtain a liquor permit, Excise Fund distributions to local entities could increase by \$217,000.

State Agencies Affected: Alcohol and Tobacco Commission.

Local Agencies Affected:

Information Sources: Don Okey, Excise Industry Liaison, Alcohol and Tobacco Commission, 232-2463.